

**RESOLUTION NO. 20060911-008**

**WHEREAS**, the City of Austin (the "Issuer") is a home rule city authorized to issue obligations to finance its activities, the interest on which is excludable from gross income for federal income tax purposes ("tax-exempt obligations") pursuant to Section 103 of the Internal Revenue Code of 1986, as amended (the "Code"); and

**WHEREAS**, the Issuer will make, or has made not more than 60 days before this date, expenditures not to exceed the respective aggregate principle amounts described as immediately follows;

- \$6,900,000 related to street improvements;
- \$2,500,000 related to Veloway trail improvements;
- \$4,500,000 related to fire station construction; and

**WHEREAS**, the Issuer has concluded that it does not currently desire to issue tax-exempt obligations to finance this payment; and

**WHEREAS**, the Issuer desires to reimburse itself for these expenditures from the proceeds of tax-exempt obligations to be issued subsequent to this date; and

**WHEREAS**, the Issuer reasonably expects to issue tax-exempt obligations to reimburse itself; **NOW, THEREFORE**,

**BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:**

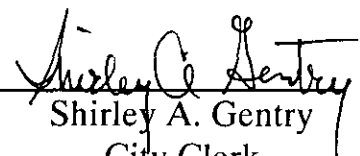
The Issuer reasonably expects to reimburse itself for all costs that have been paid during the 60 days preceding this date or that will be paid after this date from the proceeds of:

- November 2000 Proposition 1 General Obligation bonds to be issued in the future for expenditures in the amount of \$6,900,000 related to street improvements;
- Certificates of Obligation to be issued in the future for expenditures in the amount of \$2,500,000 related to Veloway trail improvements; and
- Certificates of Obligation to be issued in the future for expenditures in the amount of \$4,500,000 related to fire station construction. (This resolution is required Pursuant to Section 103 of the Internal Revenue Code, which protects the tax-exempt status of the referenced expenditures.)

The Issuer reasonably expects that the maximum principal amount of tax-exempt obligations issued to reimburse the Issuer for the above-stated costs will not exceed \$6,900,000, \$2,500,000, and \$4,500,000 respectively.

**ADOPTED:** September 11, 2006

**ATTEST:**

  
Shirley A. Gentry  
City Clerk